STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY

Department of Natural Resources

1313 Sherman St., Room 215 Denver, Colorado 80203 Phone: (303) 866-3567 FAX: (303) 832-8106 COLORADO
DIVISION OF
RECLAMATION
MINING
—&—
SAFETY

September 5, 2012

Michael G. Leidich Lynx- Royal JV LLC 813 14th Street, Suite A Golden, CO 80401 John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Piñeda Director

Re: Financial Warranty Releases for Prospecting NOIs, Approved:

P-2009-031, Slick Rock LH2; P-2009-032, Fire House East;

P-2009-036, Egnar F1;

P-2009-037, EG-HD1;

P-2009-039, EG-P1;

P-2010-012, EG-HD2;

P-2010-022, EG-PR1.

Dear Mr. Leidich,

On September 5, 2012, the Division approved the financial warranty release requests for the above-named prospects. Your sites are all on Bureau of Land Management lands, and we have received written notification from the agency that satisfactory reclamation has been completed at all sites. As such, there is no need for an inspection to be performed by the Division. You are now released from further liability for these sites.

You submitted One Site Cash Bonds for each separate prospecting NOI. The Division's Denver Office will return the bonds to you under separate cover.

The Division wishes to thank you for successfully completing the reclamation. If you have any questions, I may be reached at the Division's Durango Field Office: 691 CR 233, Room A-2, Durango, CO 81301; telephone 970-247-5193.

Sincerely,

Bob Oswald

Environmental Protection Specialist

cc: Barbara Coria, DRMS Denver

James Blair, BLM Tres Rios Field Office, Dolores

(c:\12-09 docs\Lynx 7 NOI SL-1 appr/rco)